GOVERNMENT OF INDIA
STEEL
LOK SABHA

UNSTARRED QUESTION NO:4961
ANSWERED ON:26.04.2000
SEPARATE SUBSIDIARIES
NARESH KUMAR PUGLIA;SHYAMA SINGH

Will the Minister of STEEL be pleased to state:

(a) whether the SAIL propose to float separate subsidiaries for its loss making Units before hiving them off;

(b) if so, whether a panel has been set up for the purpose;

(c) if so, the time by which the panel is likely to submit its report to the Government; and

(d) the fresh steps being taken/proposed to be taken to check losses of Units of SAIL ?

Answer

MINISTER OF STATE FOR STEEL (SHRI DILIP RAY)

(a) As part of its restructuring programme, Steel Authority of India Limited (SAIL) hasidentified certain units for conversion into joint ventures/subsidiaries.

(b) & (c): No panel has been set up for the purpose.

(d) Steps taken by SAIL to check losses include financial restructuring, rightsizing ofthe organisation, reduction in operating costs, change in market strategy and reprioritising of capital expenditure.